

OPERATORS' SPECULATION AFFECTS THE PESO

October 30th, 2024

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- At the opening of the American session, the Mexican peso extends its decline and is positioned in 2nd place among the currencies of emerging countries that present the greatest losses against the dollar. Today, the exchange rate shot up prior to knowing the good local GDP data for 3Q-24, which showed a much greater increase than expected by the market and gives Banxico room to proceed meticulously with its cycle of cuts on rest of the year. However, the strengthening of the dollar after evaluating the employment report contributed to the depreciation of the local currency.
- The dollar, measured through the DXY index, reverses the advance after reaching a maximum at the 104.43 mark, after considering the mixed data in the US. Despite the good ADP payroll figures, the preliminary GDP for 3Q-24 showed a slight contraction and worried the markets after considering the latest reports of industrial activity in the country.
- The US GDP expanded 2.8% annually in 3Q-24, being below the 3.0% of the previous quarter and failing to meet the forecasts of 3.0%. Personal spending increased at the fastest pace thanks to an increase in the consumption of goods and spending on services, while the increase in private inventories and the slowdown in gross fixed investment contributed to the lower dynamism.
- ADP payrolls for October increased surprisingly to 233 thousand from 159 thousand the previous month and well above the projection of 115 thousand. This reading shows the highest level since July 2023 and was led by the service production sector, showing a solid level of the labor market despite concerns from the recent Hurricane Milton.

USD/MXN



Fuente: Refinitiv

USD/MXN SPOT

During the overnight session, the price reached a minimum of \$20.01 and a maximum of \$20.16 units. For today we estimate a **fluctuation range between \$20.00 and \$20.23 pesos per dollar**, considering support levels at \$19.96 and resistance at \$20.30. Mexican GDP expanded 1.5% annually during 3Q-24, accelerating from the 1.0% increase in the previous period and exceeding market expectations of 1.2%. This marked the third consecutive quarter of growth, at the highest magnitude since 2Q-23. Growth was led by the strong rebound in primary activities and higher production for both secondary and tertiary activities. In quarterly terms, the economy grew at 1.0% compared to the previous 0.2% and exceeded the estimate of 0.8%.

EURO/USD SPOT

For today we estimate a **trading range between \$1.080 and \$1.086 dollars per euro**, considering support levels at \$1.079 and resistance levels at \$1.087 units.

USD/MXN: Technical Indicators of the previous session

Bullish and Bearish Fluctuation Levels (Intra-Day)								
Range for Buyers		19.94	-0.6%	Range for Sellers		20.14	0.4%	
		19.99	-0.4%			20.19	0.6%	
Change (%)	Open	High	Low	Close	Daily Difference (5 days)			
Day	0.1	20.04	20.09	19.96	20.07	High (cents)		-3.01
Week	0.6	0.34%	0.00%	0.11%	0.10%	Low (cents)		30.96
Acum. M	16.7	1 week		4 Weeks		52 Weeks		
12 months	10.8	High	20.10	0.2%	20.10	0.2%	20.22	0.8%
Year 2024	18.2	Low	19.76	-1.5%	19.11	-4.8%	16.26	-19.0%

Economic Calendar

Hour	Currency	Event	Current	Forecast	Prior
02:55	EUR	Germany Unemployment Rate (Oct)	6.1%	6.1%	6.0%
03:00	EUR	Germany's Gross Domestic Product (Q3 P)	0.2%	-0.1%	-0.1%
03:00	EUR	Germany's Gross Domestic Product (Annual) (Q3 P)	0.2%	0.1%	0.3%
04:00	EUR	Eurozone Consumer Confidence (Oct F)	-12.5	--	-12.5
04:00	EUR	Confidence in the Eurozone Economy (Oct)	95.6	96.3	96.2
04:00	EUR	Eurozone Gross Domestic Product (3Q)	0.4%	0.2%	0.2%
04:00	EUR	Eurozone Gross Domestic Product (Annual) (Q3)	0.9%	0.8%	0.6%
05:00	USD	MBA Mortgage Applications (Oct. 25)	-0.1%	--	-6.7%
06:00	MXN	Gross Domestic Product (annual) (Q3 P)	1.5%	1.3%	2.1%
06:00	MXN	Gross Domestic Product (Q3 P)	1.0%	0.6%	0.2%
06:15	USD	ADP Private Payroll (Oct)	233k	111k	143k
06:30	USD	Gross Domestic Product (Annual) (3Q)	2.8%	2.9%	3.0%
06:30	USD	Personal Consumption (Annual) (3Q)	3.7%	3.3%	2.8%
07:00	EUR	German Consumer Inflation (Annual) (Oct P)	2.0%	1.8%	1.6%
07:00	EUR	Germany Consumer Inflation (MoM) (Oct P)	0.4%	0.2%	0.0%
17:50	JPY	Retail Sales (Annual) (Sep)	--	2.1%	2.8%
17:50	JPY	Retail Sales (Monthly) (Sep)	--	-0.3%	0.8%
17:50	JPY	Industrial Production (Monthly) (Sep P)	--	0.8%	-3.3%
17:50	JPY	Industrial Production (Annual) (Sep P)	--	-3.2%	-4.9%
19:30	CNY	PMI Manufacturero (Oct)	--	49.9	49.8
19:30	CNY	Non-Manufacturing PMI (Oct)	--	50.3	50

Emerging Currencies Performance

		Closing		Change %			Cumulative %			
		Prior	Everyday	Weekly	Monthly	2021	2022	2023	2024	
Emerging Currencies										
Mexico	MXN	20.07	0.1%	0.6%	1.9%	3.1%	-5.0%	-13.0%	18.2%	
Argentina	ARS	987.72	0.0%	0.4%	2.2%	22.1%	72.4%	356.4%	22.2%	
Brazil	BRL	5.76	0.9%	1.2%	6.0%	7.3%	-5.1%	-8.2%	18.7%	
Chile	CLP	955.07	0.8%	0.8%	6.1%	19.9%	-0.1%	3.6%	8.4%	
China	CNY	7.13	0.0%	0.1%	1.7%	-2.6%	8.5%	2.9%	0.4%	
Colombia	COP	4,394.48	1.3%	3.0%	5.2%	18.6%	19.3%	-20.1%	13.4%	
Hong Kong	HKD	7.77	0.0%	0.0%	0.0%	0.6%	0.1%	0.1%	-0.5%	
India	INR	84.08	0.0%	0.0%	0.5%	1.7%	11.3%	0.6%	1.0%	
Peru	PEN	3.77	0.2%	0.5%	1.6%	10.5%	-4.8%	-2.7%	1.8%	
Russia	RUB	97.46	-0.3%	1.7%	4.4%	1.5%	-1.3%	20.6%	8.9%	
South Africa	ZAR	17.67	-0.2%	0.7%	3.2%	8.5%	6.9%	7.8%	-3.8%	

Performance of Developed Currencies

		Closing		Change %			Cumulative %			
		Prior	Everyday	Weekly	Monthly	2021	2022	2023	2024	
Developed Currencies										
Dollar Index	DXY	104.27	0.0%	0.2%	3.9%	6.4%	8.2%	-2.1%	2.9%	
Australia	AUD	0.66	-0.3%	-1.8%	-5.0%	-5.6%	-6.2%	0.0%	-3.7%	
Canada	CAD	1.39	0.2%	0.7%	3.0%	-0.7%	7.3%	-2.3%	5.1%	
Denmark	DKK	6.90	0.0%	-0.1%	3.2%	7.4%	6.2%	-2.8%	2.1%	
Euro	EUR	1.08	0.1%	0.2%	-3.1%	-6.9%	-5.8%	3.1%	-2.0%	
Japan	JPY	153.36	0.0%	1.5%	7.8%	11.5%	13.9%	7.6%	8.7%	
Norway	NOK	10.96	-0.4%	0.4%	4.3%	2.8%	11.2%	3.8%	7.7%	
New Zealand	NZD	0.60	-0.1%	-1.2%	-5.8%	-5.0%	-7.0%	-0.5%	-5.5%	
United Kingdom	GBP	1.30	0.3%	0.2%	-2.7%	-1.0%	-10.7%	5.4%	2.2%	
Sweden	SEK	10.64	-0.1%	0.9%	5.4%	10.1%	15.2%	-3.4%	5.6%	
Switzerland	CHF	0.87	0.2%	0.2%	3.2%	3.1%	1.3%	-9.0%	3.1%	

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